GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Home Department – Cases against Agri Gold Group of Companies - Attachment of Immovable/movable properties in respect of M/s Agri Gold Farms Estates India Pvt. Ltd. - Under section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 – Ad-Interim orders- Issued.

Home (General. A) Department

G.O.MS.No. 150 **Dated: 04-09-2017**
Read the following.

1. G.O. Ms. No. 193, Home (Genl-B) Dept., dt: 23.08.2001.
2. From the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Lr.C.No.1493/C-11/CID/2015, dated 06.07.2017.

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O R D E R:

In the G.O 1st read above, to safeguard the interests of the depositors, Government have appointed the Additional Director General of Police, Crime Investigation Department or Inspector General of Police, Crime Investigation Department as the case may be as "the Competent Authority" under sub-section (1) of section 4 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Andhra Pradesh Act No.17 of 1999) to exercise control over the properties attached by the Government under section 3 of the said Act.

2. In the reference 2nd read above, the Additional Director General of Police has informed the following:

(a) "One Sri Avva Venkata Rama Rao along with some others established **Agri Gold Farm Estates India Pvt Ltd., Vijayawada.** The company collected deposits from the gullible section of people by promising them high rates of interest or register a piece of land, in lieu thereof. Subsequently, they neither returned the amounts to the public nor did they register plots, as promised. The company diverted these deposits to many of its sister concern companies. The Directors of these sister concern companies are Avva Venkata Rama Rao, his brothers and other persons. Based on complaints of victim depositors, 11 cases were registered at various Police Stations of YSR Kadapa, Chittoor, Nellore, Kurnool, Prakasam, West Godavari and East Godavari (Rajahmundry Urban) Districts. All the above cases were subsequently taken over by CID for further investigation. The investigation made so far revealed that the accused Sri Avva Venkata Rama Rao and others established Agri Gold Farm Estates India Pvt. Ltd., Vijayawada in 1995 and registered the same under the Companies Act, 1956 vide No. U 45309 AP 2001 PTC 038237 in the year 2001.

(b) The accused published attractive brochures advertising the land in their possession. They would create a sale agreement for a piece of land in-lieu of the amount deposited by the depositors and execute a sale agreement. Several gullible and low income section of people joined as members in different payment plans of the company. Investigation clearly revealed that the accused and other Directors of Agri Gold Farm Estates India Pvt. Ltd. deliberately cheated the public by collecting Rs.6,380 Crores as deposits from around 30 lakh and odd depositors. The Company and its Directors also misappropriated the deposits collected by transferring deposit amount to its sister concern companies and other accused.

(c) The company is not in a position to return or refund the deposits to the public, who invested their hard-earned money in the company expecting to get the same with higher rate of interest, as it does not have sufficient funds either in the form of liquid, variable or fixed assets. There is every possibility of diversion of funds and other assets on the names of the kith and kin and benamies of the management of the company.

(d) Immovable property located at Tirupati Urban, Chittoor Dist., is identified, in the name of Venkatadri Hotels Private Limited CIN U55101TN1992PTC022889. One of the Directors of this company is Avva Sitaram who is the younger brother of Avva Venkata Rama Rao and also the Director of various sister concern companies of Agri Gold Farms Estates India Private Ltd. The details of this property are mentioned in the Annexure and the said property can be attached under section 3 of the A.P. Protection of Depositors of Financial Establishments Act, 1999."

6. The Additional Director General of Police, CID has therefore, requested to issue ad-interim orders in respect of the immovable property as per the Annexure authorizing him as Competent Authority under section 3 of A.P. Protection of Depositors of Financial Establishments Act, 1999 in respect of above said property as at Annexure, to file an application before the Court concerned.

7. In the circumstances reported by the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh and the Competent Authority, Government have examined the matter carefully in the light of the provisions of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Act No.17 of 1999) and hereby pass an ad-interim order under section 3 of the said Act, for attachment of immovable properties mentioned in the **Annexure** in respect of Venkatadri Hotels Private Limited and its Directors, to protect the interests of the depositors of the said defaulted financial establishment.

8. The Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, being the Competent Authority is requested to take necessary further action in the matter accordingly as per the provisions of the said Act and the rules made thereunder, following due procedure and send compliance report to the Government.

9. This order is available on internet and can be accessed at address www.goir.ap.gov.in.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

A.R. ANURADHA
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Vijayawada/Competent Authority.
Copy to:
The O.S.D. to Dy .C. M (Home)
The P.S. to M (Finance)
The P.S. to Prl. Secretary to Government, Home Department.
The Law(C) Department.
The concerned shown in the annexure through Additional Director General of Police, Crime Investigation Department, Hyderabad.
The Financial Experts Committee on Ponzy Schemes in Andhra Pradesh (through Additional Director General of Police, CID), Hyderabad.
The Commissioner & Inspector General of Registration & Stamps, AP, Vijayawada.
The Collectors & District Magistrate, Chittoor District.
The SF/SC.

//FORWARDED : : BY ORDER//

SECTION OFFICER

ANNEXURE (Annexure to G.O. Ms. No.,150,Home (General. A) Department, dated 04.09.2017

STATEMENT OF IMMOVABLE PROPERTY IN RESPECT OF VENKATADRI HOTELS PRIVATE LIMITED.

Sl. No.	Place of property identified	Survey No.	Extent Sq.Yards	Document No.	Remarks
(1)	(2)	(3)	(4)	(5)	(6)
	CHITTOOR DISTRICT				
1	Thimminaidupalem Village, Tirupati Urban Mandal.	233/2	1045.188	4664/2015 dt.10.08.15 of SRO, Renigunta.	G.Parthasarathy Venkatesan, Director of M/s.Venkatadri Hotels Pvt. Ltd., Chennai and GPA holder has sold this property to Varsha Viswanath Properties Pvt. Ltd., represented by its Managing Director K.Viswanadha Naidu, 62 Yrs, S/o Late K.Yenadaiah, R/o D.No.5-325/1, Gayathri Nagar, M.R.Palli, Tirupati-2.
2	Thimminaidupalem Village, Tirupati Urban Mandal.	233/2	1645.454	4665/2015 dt.10.08.15 of SRO, Renigunta.	-do-
3	Thimminaidupalem Village, Tirupati Urban Mandal.	233/2	3478.262	4666/2015 dt.10.08.15 of SRO, Renigunta.	-do-

TOTAL ACRES 1.13 CENTS (6,168.904 Sq. Yards)

- M/s. Venkatadri Hotels Pvt. Ltd., is represented by its Directors (1) Avva Seetha Rama Rao; (2) Parthasarathy Venkatesan and (3) Emmadi Sri Venkata Vijaya Gopal, (Son of Emmadi Sadasiva Vara Prasad, Director of Agri Gold Farm Estates India Pvt. Ltd.)

- An extent of Ac.1.13 cents land located in S.No.233/2 at Timminaidupalli Village, Tirupati Urban Mandal was purchased by M/s.Venkatadri Hotels Pvt. Ltd., represented by its Director Parthasarathy Venkatesan, S/o.S.V.Partha-sarathy from one D.Subba Reddy vide three sale deeds bearing Document numbers 3757/1992, dt.12.08.1992; 3758/1992, dt.12.08.1992 and 2014/1993, dt.15.05.1993.

- Avva Seetha Rama Rao, Director of Venkatadri Hotels Pvt. Ltd., applied for conversion of the land from Agriculture to Non-Agriculture before the Revenue Divisional Officer, Tirupati. Accordingly, the RDO, Tirupati issued land conversion orders vide Proceedings D.Dis.No.(J)/3557/2013, dt.28.06.2013.

- On 10.08.2015 Parthasarathy Venkatesan, Director, on behalf of M/s.Venkatadri Hotels Pvt. Ltd., sold away the scheduled property in favour of M/s.Varsha Viswanath Properties Pvt. Ltd., represented by its Managing Director K.Viswanatham Naidu, S/o Late K.Yanadaiah, D.No.5-325/1, Gayathri Nagar, M.R.Palli, Tirupati vide three sale deeds bearing Nos. 4464/2015, 4465/2015 & 4466/2015.

A.R. ANURADHA
PRINCIPAL SECRETARY TO GOVERNMENT

//FORWARDED : : BY ORDER//

SECTION OFFICER